



Stanbic IBTC Money Market Fund – Frequently Asked Questions

Q. What is the Stanbic IBTC Money Market Fund?

A. The Stanbic IBTC Money Market Fund (“the Fund”) is a collective investment scheme that invests in a wide range of very liquid short term money market instruments. The Fund aims to achieve competitive returns on its assets while safeguarding capital, by investing in a diversified portfolio of money market instruments such as Guaranteed Commercial Papers, Bankers’ Acceptance and Certificate of Deposit with banks rated “A” and above in Nigeria.

Q. How does the Stanbic IBTC Money Market Fund work?

A. The Fund is formed by pooling funds of several individual and corporate investors which gives the Fund greater “bargaining power” to obtain higher levels of interest rates when investing. The Fund aims to maximize interest income by investing all the Fund’s assets in selected short-term money market securities.

Q. Is there a guaranteed Rate of Return on an investment in the Stanbic IBTC Money Market Fund?

A. No. The return on the Fund is dependent on money market trends and interest rates obtainable in the Nigerian Financial Market. As the Fund Manager has no influence over changes in interest rate, it is therefore impossible to guarantee any particular rate of return on the investment.

Q. What are the advantages of investing in the Stanbic IBTC Money Market Fund?

A. Security: The Fund is a very low risk mutual fund as it invests in a wide range of very liquid short term money market instruments. The Fund’s primary focus is capital preservation.

Liquidity: The Fund is very liquid and payment will be effected within 5 working days of the Fund Manager’s receipt of the redemption form and electronic certificate.

Competitive Yields: We expect the yields offered by the Fund to be more competitive than the rates paid on typical current or savings accounts. The value of your investment = Number of units held X Current bid Price per unit (which is available in leading Nigerian newspapers or on our website; www.stanbicibtcassetmanagement.com)

Expertise: Investing in the Stanbic IBTC Money Market Fund offers you the opportunity to enjoy the professional fund management expertise of the Fund Manager.

Diversification: The Stanbic IBTC Money Market Fund is a Unit Trust that holds investments in a full range of instruments with numerous institutions, thereby offering the opportunity to achieve good returns from a diversified portfolio of money market investments while minimizing risks.

Flexibility: The Fund is open-ended, hence investors are able to subscribe and redeem at anytime. This provides flexibility in relation to your cash flows.

Q. How do I pay for a subscription to the Stanbic IBTC Money Market Fund?

A. Units can be purchased exclusively from the Fund Manager by completing a Purchase Order Form. Completed forms should be returned with a bank draft or cheque to any branch of Stanbic IBTC Bank PLC or Stanbic IBTC Asset Management Limited (“SIAML”). Your name, contact address and daytime telephone number must be written at the back of the bank draft or cheque.

Q. What is the procedure for redemptions?

A. You will be required to complete a Redemption Form and return the electronic certificate to the Fund Manager. Once these documents have been verified, the redemption request will be processed within 5 business days.

Q. Are there any penalties for withdrawing my funds?

A. No, there are no penalties for withdrawals. However, redemptions within thirty (30) calendar days of receipt of the Unit Statement, will incur a processing fee of 0.5% of the Redemption proceeds.

Q. Where can I get a subscription/redemption Form from?

A. The forms are available at all branches of Stanbic IBTC Bank Plc and Stanbic IBTC Asset Management Limited at no cost to subscribers. The forms can also be downloaded from our website www.stanbicibtcassetmanagement.com.

Q. How do I make additional subscriptions?

A. To make additional subscriptions, complete a Purchase Order Form and attach a cheque or bank draft made payable to Stanbic IBTC Bank Plc or Stanbic IBTC Asset Management Limited or Stanbic IBTC Money Market Fund for the amount that you wish to invest. You can also set up a Direct Debit by completing the Direct Debit Form.

Q. What is the minimum initial amount that can be invested in the Stanbic IBTC Money Market Fund?

A. The minimum initial amount that can be invested is ₦50,000.00.

Q. What is the minimum amount I can withdraw from the Stanbic IBTC Money Market Fund?

A. The minimum amount which can be withdrawn from the Fund are units worth ₦50,000.00 on the day the redemption documents are submitted. Units worth ₦50,000.00 must be retained in the portfolio before a part redemption can be executed.

Q. What is the procedure for Foreign Investors to invest?

A. As a Foreign Investor, all you need to do is, make a payment into our foreign bank account (details of which are given on the back of the Purchase Order Form and our website) and then forward a scanned copy of the completed Form to assetmanagement@stanbicibtc.com. The purpose of the funds being transferred must be stated on the SWIFT message i.e

"Investment in Stanbic IBTC Money Market Fund" to enable a Certificate of Capital Importation (CCI) be issued. The prevailing exchange rate on the day the funds are received into our account will be applied to convert the funds to naira. When the subscriber sends a fax or scanned copy of their form, please note that he/she will not be required to send the original form. The Foreign investors can also repatriate the funds upon submission of their CCI and other redemption documents when redeeming.

Q. Can I invest for my children and my investment club?

A. Yes, it is possible to invest for minors, clubs and groups.

Q. A group of us would like to subscribe jointly. How do we go about it?

A. You can apply as a corporate body/entity or make a joint application (for up to a maximum of four individuals) depending on the nature of the group. Please note that the Purchase Statement and any subsequent distribution or redemption proceeds will be issued in the name of the applicant(s), that is, the company, entity or joint name. These persons would have to determine how such should be shared.

Q. Do I get a receipt or certificate?

A. Yes, you get both a receipt and an e-certificate. The acknowledgement copy of the Purchase Order Form constitutes your receipt while an e-certificate, indicating the number of units held by you will be forwarded to you via email by us.

Q. How do I monitor my investment?

A. The daily prices are available in leading Nigerian newspapers on weekdays as well as our website, www.stanbicibtcassetmanagement.com. As a unitholder of the Fund, it is also possible to view your account online by logging on to www.ibtcfundsmanagement.com.

Q. How do I calculate the value of my investment?

A. At any point in time, the value of your investment = Number of units held X Current Bid Price per unit (which will be available in leading Nigerian newspapers or on our website, www.stanbicibtcassetmanagement.com).

Q. Can I transfer my units to another party?

A. Yes, units of the Stanbic IBTC Money Market Fund can be transferred to a third party at the instruction of the existing unitholder upon payment of a nominal transfer charge with the consent of the Trustees.

Q. How much would a unit of the Stanbic IBTC Money Market Fund cost?

A. The offer price is ₦100.00 and remains constant.

Q. Do I have control over what the Stanbic IBTC Money Market Fund invests in?

A. No. The Fund Manager, SIAML, makes all the investment decisions based on guidelines set out in the Fund's Trust Deed.

Q. Can I use my holdings in the Stanbic IBTC Money Market Fund as collateral for a loan?

A. Yes, many banks will accept units of the Fund as collateral for bank loans. However, this depends on each bank's lending policy.

Q. How long should I stay invested in the Stanbic IBTC Money Market Fund?

A. The Fund is open-ended and there is no minimum period of participation.

Q. Does the Stanbic IBTC Money Market Fund pay dividends?

A. Distributions will be made to Unitholders on the Distribution Payment Date and in the event that Distributions are payable in cash, Unit holders have the option of receiving same in cash or reinvesting them in New Units at the Offer Price.

Q. Is the Stanbic IBTC Money Market Fund listed on The Nigerian Stock Exchange?

A. No, the Fund is not currently listed in the Daily Official Memorandum list of The Nigerian Stock Exchange.

Q. What is the closing date for the Stanbic IBTC Money Market Fund?

A. There is no closing date for the Fund as it is open-ended.